

COMMONWEALTH OF KENTUCKY
BEFORE THE PUBLIC SERVICE COMMISSION

In the Matter of:

AN EXAMINATION OF THE)	
APPLICATION OF THE FUEL)	
ADJUSTMENT CLAUSE OF FARMERS	)	CASE NO.
RURAL ELECTRIC COOPERATIVE	)	2017-00011
CORPORATION FROM NOVEMBER 1,)	
2014 THROUGH OCTOBER 31, 2016)	

ORDER

Pursuant to 807 KAR 5:056, the Commission, on February 6, 2017, established this case to review and evaluate the application of the Fuel Adjustment Clause ("FAC") of Farmers Rural Electric Cooperative Corporation ("Farmers") for the two-year period from November 1, 2014, through October 31, 2016.

As part of this review, the Commission ordered Farmers to submit certain information and an affidavit attesting to its adherence to 807 KAR 5:056. The Commission further ordered that a public hearing be held in this case but cancelled it when, after publication of notice, no interested person advised the Commission of his or her intent to attend. Farmers responded to one round of discovery. There are no intervenors in this proceeding.

The Commission, having considered the evidence of record and being otherwise sufficiently advised, finds that:

1. During the period under review, Farmers has complied in all material respects with the provisions of 807 KAR 5:056.

2. East Kentucky Power Cooperative, Inc. ("East Kentucky"), the wholesale supplier of Farmers, has been directed to reduce its base energy rates by \$.00238 per kilowatt-hour ("kWh") for fuel costs.¹

3. Farmers should be directed to reduce its base energy rates by \$.00249 per kWh to reflect, as adjusted for line loss, the reduction by East Kentucky to its base energy rates.

4. The rates and charges in the Appendix to this Order are fair, just, and reasonable, and reflect the reduction of fuel costs included in Farmers' base energy rates.

IT IS THEREFORE ORDERED that:

1. The charges and credits applied by Farmers through the FAC for the period from November 1, 2014, through October 31, 2016, are approved.

2. Farmers shall deduct \$.00249 per kWh from its base energy rates (as adjusted for line loss) to reflect the reduction of \$.00238 per kWh by East Kentucky to its base energy rates as approved in Case No. 2017-00002.

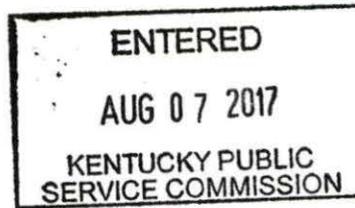
3. The rates in the Appendix to this Order are approved for service rendered by Farmers on and after September 1, 2017, the effective date of East Kentucky's change in rates.

4. Within 20 days of the date of this Order, Farmers shall file, using the Commission's electronic Tariff Filing System, its revised tariff sheets with the

¹ Case No. 2017-00002, *An Examination of the Application of the Fuel Adjustment Clause of East Kentucky Power Cooperative, Inc. from November 1, 2014 through October 31, 2016* (Ky. PSC Aug. 7, 2017).

Commission setting out the rates approved herein and reflecting that they were approved pursuant to this Order.

By the Commission



ATTEST:



Acting Executive Director

APPENDIX

APPENDIX TO AN ORDER OF THE KENTUCKY PUBLIC SERVICE
COMMISSION IN CASE NO. 2017-00011 DATED **AUG 07 2017**

The following rates and charges are prescribed for the customers in the area served by Farmers Rural Electric Cooperative Corporation. All other rates and charges not specifically mentioned herein shall remain the same as those in effect under authority of the Commission prior to the effective date of this Order.

CLASS 1
RESIDENTIAL

Schedule R:		
All kWh (per kWh)	\$	.086289
Schedule RM (ETS):		
All kWh (per kWh)	\$	.050777
Schedule R (TOD):		
On-Peak (per kWh)	\$	.102039
Off-Peak (per kWh)	\$	.05751

CLASS 4
SMALL COMMERCIAL AND INDUSTRIAL (BELOW 50 kW)

Schedule C-Section 1:		
All kWh (per kWh)	\$	.081565
Schedule CM (ETS):		
All kWh (per kWh)	\$	.047943
Schedule C (TOD):		
On-Peak (per kWh)	\$	.11535
Off-Peak (per kWh)	\$	.05751

CLASS 5
LARGE COMMERCIAL AND INDUSTRIAL (50 kW & ABOVE)

Schedule C-Section 2:		
All kWh (per kWh)	\$	.062475

Schedule D (TOD):		
All kWh (per kWh)	\$	.06239
Schedule E:		
All kWh (per kWh)	\$	.049022
Schedule LPC-1:		
All kWh (per kWh)	\$	.055251
Schedule LPC-2:		
All kWh (per kWh)	\$	.053256
Schedule LPC-3:		
All kWh (per kWh)	\$	.05176
Schedule LPC-4:		
All kWh (per kWh)	\$	.049266
Schedule LPC-5:		
All kWh (per kWh)	\$	.046772
Schedule LPB-1:		
All kWh (per kWh)	\$	.055392
Schedule LPB-2:		
All kWh (per kWh)	\$	.053392
Schedule LPB-3:		
All kWh (per kWh)	\$	.051892
Schedule LPB-4:		
All kWh (per kWh)	\$	.049392
Schedule LPB-5:		
All kWh (per kWh)	\$	.046892
Schedule LPE-1 (TOD):		
On-Peak (per kWh)	\$	.065461
Off-Peak (per kWh)	\$	.057064
Schedule LPE-2 (TOD):		
On-Peak (per kWh)	\$	.063471
Off-Peak (per kWh)	\$	.055064
Schedule LPE-3 (TOD):		

On-Peak (per kWh)	\$	.061978
Off-Peak (per kWh)	\$	.053564
Schedule LPE-4 (TOD):		
On-Peak (per kWh)	\$	.059490
Off-Peak (per kWh)	\$	.051064
Schedule LPE-5 (TOD):		
On-Peak (per kWh)	\$	.057002
Off-Peak (per kWh)	\$	.048564

CLASS 6
STREET LIGHTING

Schedule SL:		
All kWh (per kWh)	\$	.056350

ALL CLASSES
OUTDOOR LIGHTING

Schedule OL:
Rate per Month:

Mercury Vapor	175 Watt		\$	9.55
Mercury Vapor	175 Watt	shared	\$	3.26
Mercury Vapor	250 Watt		\$	10.89
Mercury Vapor	400 Watt		\$	16.55
Mercury Vapor	1,000 Watt		\$	29.18
Sodium Vapor	100 Watt		\$	9.89
Sodium Vapor	150 Watt		\$	11.54
Sodium Vapor	250 Watt		\$	15.68
Sodium Vapor	400 Watt		\$	20.19
Sodium Vapor	1,000 Watt		\$	43.72
LED			\$	9.81

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